

2 October 2019

Dear Shareholder,

## RENOUNCEABLE RIGHTS ISSUE – NOTIFICATION TO ELIGIBLE SHAREHOLDERS

On 2 October 2019 Flexiroam Limited (**Company**) announced a renounceable pro rata offer of approximately 60.5 million fully paid ordinary shares (**New Shares**) at an issue price of \$0.02 per New Share, with 1 attaching option (exercise price \$0.12 expiring 3 years from issue) (**Listed Options**) for every New Share issued (**Rights Issue**).

The Rights Issue is offered to holders of the Company's fully paid shares held as at 7:00pm (AEDT) on 7 October 2019 (**Record Date**) with a registered address in Australia, New Zealand or Malaysia, on the basis of 1 New Share for every 4 shares held, and will raise up to approximately \$1.2 million (before costs).

The Rights Issue is lead managed by CPS Capital Group Pty Limited.

The Directors intend to apply the proceeds from the Rights Issue as follows:

Use of funds (approx) <sup>1</sup>	Minimum Subscription <sup>2</sup>	Full Subscription
Sales and Marketing	209,294	437,821
Research and Development	20,264	42,390
General working capital	284,542	598,906
Costs of the offer	85,900	131,300
Total use of funds	600,000	1,210,417

1 This table is a statement of the proposed application of the funds raised as at the date of this letter. As with any budget, intervening events and new circumstances have the potential to affect the Company's decisions. The Company reserves the right to vary the way funds are applied.

2 Funds raised will, in the event less than Fully Subscription is received, be allocated firstly towards the costs of the Offer and then proportionally as set about above.

The Company expects the Rights Issue to be conducted in accordance with the following timetable:

Ex date – Shares trade ex Entitlement (Ex Date)	4 October 2019
Rights trading commences on deferred settlement basis	
Record date to determine Entitlement (Record Date)	7pm AEST, 7 October 2019
Prospectus with Entitlement and Acceptance Form dispatched	No later than 10 October 2019
Offer opens for receipt of Applications	
Rights trading ends	17 October 2019
Closing date for acceptances	24 October 2019
Notify ASX of under-subscriptions	29 October 2019
Issue of New Shares	31 October 2019
Dispatch of shareholding statements	1 November 2019
Normal trading of New Shares expected to commence	

The Directors may extend the Closing Date subject to the Corporations Act and Listing Rules.

# FLEXIROAM

The New Shares issued pursuant to the Rights Issue will rank equally with existing fully paid ordinary shares in the Company. Application has been made for the quotation of the New Shares and Listed Options.

The Rights Issue will be offered under a prospectus which was lodged with ASIC on 2 October 2019 (Prospectus), and which will be sent to Eligible Shareholders shortly after the Record Date. Shareholders should consider the Prospectus carefully in deciding whether to acquire securities offered under the Rights Issue.

The Company's capital structure before and after completion of the Rights Issue is set out below:

	Minimum Subscription	Full Subscription
Shares currently on issue <sup>1</sup>	242,083,451	242,083,451
New Shares offered	30,000,000	60,520,863
Total Shares on issue	272,083,451	
Listed Options offered	30,000,000	60,520,863
Lead Manager Options	2,500,000	2,500,000
Total Options on issue	32,500,000	63,020,863

<sup>1</sup> This assumes no further Shares are issued prior to the Record Date.

The Company reserves the right to issue further securities in conjunction with the Rights Issue using its existing 15% capacity.

Please contact the Company on +61 8 6389 2688 or [investor@flexiroam.com](mailto:investor@flexiroam.com) if you have any queries, or consult your stockbroker or professional adviser.

We look forward to your participation in the Rights Issue.

Yours faithfully



Jefrey Ong  
Managing Director  
Flexiroam Limited

2 October 2019

Dear Shareholder,

## RENOUNCEABLE RIGHTS ISSUE – NOTIFICATION TO INELIGIBLE SHAREHOLDERS

On 2 October 2019 Flexiroam Limited (**Company**) announced a renounceable pro rata offer of approximately 60.5 million fully paid ordinary shares (**New Shares**) at an issue price of \$0.02 per New Share, with 1 attaching option (exercise price \$0.12 expiring 3 years from issue) (**Listed Options**) for every New Share issued (**Rights Issue**).

The Rights Issue is offered to holders of the Company's fully paid shares held as at 7:00pm (AEDT) on 7 October 2019 (**Record Date**) with a registered address in Australia, New Zealand or Malaysia, on the basis of 1 New Share for every 4 shares held, and will raise up to approximately \$1.2 million (before costs).

The Company has decided that it is impractical to make offers under the Rights Issue to shareholders with a registered address outside Australia, New Zealand or Malaysia (**Ineligible Shareholders**), having regard to the number of such shareholders, their holdings and the compliance costs required to offer the Shares under the Rights Issue to those shareholders.

Unfortunately, since you are an Ineligible Shareholder, no offer is being made to you and the offer document prepared by the Company in relation to the Rights Issue will not be sent to you. In accordance with the Listing Rules and Corporations Act, the Company has appointed CPS Capital Group Pty Limited to sell your entitlements, and to account to you for the net proceeds of sale (if any).

This letter is neither an offer to issue new shares to you, nor an invitation for you to apply for new shares, and you do not have to take any further action in relation to the Rights Issue.

Please contact the Company on +61 8 6389 2688 or [investor@flexiroam.com](mailto:investor@flexiroam.com) if you have any queries, or consult your stockbroker or professional adviser.

Yours faithfully



Jefrey Ong  
Managing Director  
Flexiroam Limited

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